

BUDGET AND FINANCE COMMITTEE REPORT relative to the proposed fund distribution of the California State vaping tax based on nicotine content, and the feasibility of a local tax on vape products.

Recommendations for Council action, pursuant to Motion (Rodriguez - Ryu):

1. INSTRUCT the Chief Legislative Analyst (CLA) and City Administrative Officer (CAO) to report on the proposed fund distribution of the California State vaping tax based on nicotine content, including an analysis of how much of the new revenue will go to the County and City of Los Angeles.
2. INSTRUCT the CLA and CAO to report on the feasibility of levying a local tax on vape cartridges to fund youth development programs in the City of Los Angeles.

Fiscal Impact Statement: Neither the CAO nor the CLA has completed a financial analysis of this report.

Community Impact Statement: None submitted.

SUMMARY

At its regular meeting held on February 3, 2020 the Budget and Finance Committee considered a Motion (Rodriguez - Ryu) relative to the proposed fund distribution of the California State vaping tax based on nicotine content, and the feasibility of a local tax on vape products.

After providing an opportunity for public comment, the Committee approved the recommendations in the motion, as detailed above. This matter is now forwarded to Council for its consideration.

Respectfully Submitted,

BUDGET AND FINANCE COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
KREKORIAN:	YES
PRICE:	YES
KORETZ:	YES
BLUMENFIELD:	YES
BONIN:	YES

